

BALL JANIK LLP

A T T O R N E Y S

LOUIS E. GITOMER  
Of COUNSEL  
(202) 466-6532

1455 F STREET, NW, SUITE 225  
WASHINGTON, D.C. 20005  
www.balljanik.com  
TELEPHONE 202-638-3307  
FACSIMILE 202-783-6947

lgitomer@dc.bjllp.com

August 26, 2005

Honorable Vernon A. Williams  
Secretary  
Surface Transportation Board  
1925 K Street, N.W.  
Room 700  
Washington, D. C. 20423

RE: Ex Parte No. 230 (Sub-No. 8), *Improvement of TOFC/COFC Regulation*,  
*WTL Rail Corporation Petition for Partial Revocation of Exemption*  
Docket No. 42090, *WTL Rail Corporation Petition for Declaratory Relief*

Dear Secretary Williams:

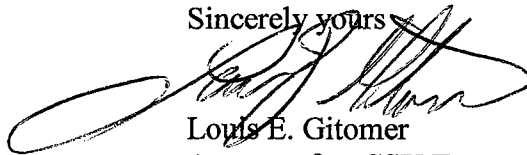
CSX Transportation, Inc. ("CSXT") and CSX Intermodal ("CSXI"), affiliated but separate corporations, are submitting a status report as required by the decision of the Surface Transportation Board (the "Board") served on August 4, 2005.

CSXT and CSXI have exchanged several settlement proposals with WTL Rail Corporation ("WTL") since the last report to the Board. The differences between the parties have been reduced and several issues have been resolved. On the remaining issues, the parties believe that further discussion will result in agreement and settlement. The parties believe that further discussions, instead of proceeding with litigation will result in a final settlement.

Therefore, CSXT and CSXI request that the Board continue to hold this proceeding in abeyance until October 3, 2005 in order to give the parties additional time to conduct further settlement discussions. I am authorized to state that WTL agrees to this extension.

Thank you for your assistance. If you have any questions please call or email me.

Sincerely yours



Louis E. Gitomer  
Attorney for: CSX Transportation, Inc. and  
CSX Intermodal

cc: Mr. Heffner